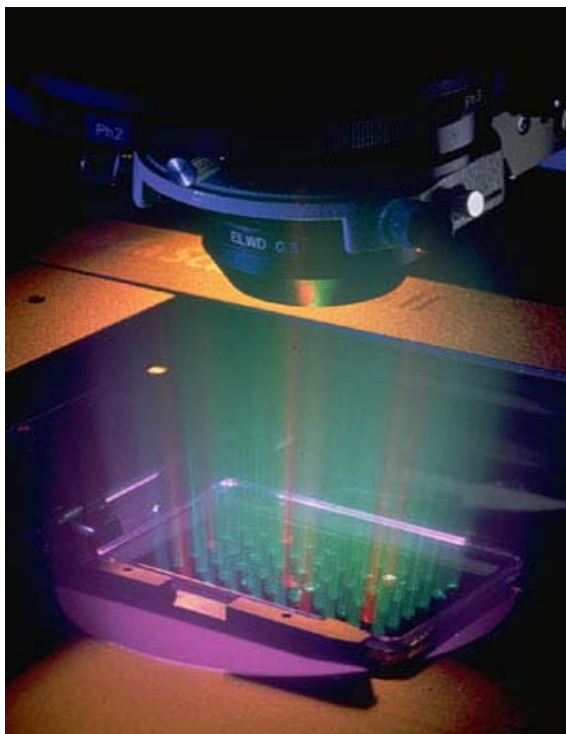


Economic Development



Economic Development

<u>Original Appropriations</u>	<u>FY 1998</u>	<u>FY 2008</u>	<u>Annual % Chg</u>	<u>Total % Chg</u>
<u>By Department or Division</u>				
Agriculture	\$22.5	\$46.8	7.6%	107.6%
Agriculture Department	20.2	41.8	7.6%	107.1%
Soil Conservation Com.	2.4	5.0	7.8%	112.6%
Commerce Department	23.4	47.8	7.4%	104.5%
Finance	2.7	5.1	6.5%	87.5%
Industrial Commission	9.6	14.9	4.5%	55.1%
Insurance, Dept.	4.9	7.3	4.1%	50.2%
Labor Department	.4	.8	6.4%	85.9%
Public Utilities Commission	4.0	4.9	2.3%	25.1%
Self-Governing Agencies	22.1	71.4	12.4%	222.3%
Building Safety, Division of	6.3	14.5	8.7%	129.6%
General Boards	.4	.4	0.2%	2.5%
Lottery Commission	9.9	11.1	1.1%	11.4%
Medical Boards	2.2	4.0	6.3%	83.7%
Regulatory Boards	3.4	5.9	5.7%	74.4%
State Appellate Pub. Defend.	---	2.1	---	---
Veterans Services	---	33.5	---	---
Transportation Department	313.2	495.7	4.7%	58.3%
Total	\$402.8	\$694.7	5.6%	72.5%

By Fund Source

General	\$9.4	\$33.1	13.4%	252.1%
Dedicated	248.9	342.0	3.2%	37.4%
Federal	144.6	319.6	8.3%	121.1%
Total	\$402.8	\$694.7	5.6%	72.5%

- ◆ The Legislature moved the Soil Conservation Commission from the Department of Lands to the Department of Agriculture effective July 1, 1997 (FY 1998).
- ◆ H607 of 2004 merged the Departments of Commerce and Labor effective July 1, 2004 (FY 2005) then H222 of 2007 separated them beginning July 1, 2007 (FY 2008).
- ◆ The legislature created the Office of the State Public Defender as a Self-Governing Agency in 1998 (FY 1999) to help defray the cost of capital litigation for Idaho counties.
- ◆ The legislature moved Veterans Services to the Department of Self-Governing Agencies from the Department of Health and Welfare in FY 2001.

FY2007 State and Local Transportation Revenues (in \$ Millions)					
Description	State^a	County^b	Hwy Dist^c	Cities	Total
Property Tax	0.0	12.3	50.1	12.8	75.2
Other Local Sources	0.0	7.9	29.1	26.2	63.2
Hwy Dist. Acct. (67% fuel tax, 30% registrations, 3% misc.)	188.9	39.4	54.4	24.7	307.4
Other State Sources	0.0	2.2	5.2	7.1	14.5
Federal Aid	297.2	3.0	0.6	3.2	304.0
National Forest Reserve	0.0	10.4	4.0	0.0	14.4
Transfers for Projects from Locals	10.1	0.0	0.0	0.0	10.1
User funds to the State Hwy Acct	21.9	0.0	0.0	0.0	21.9
Interest from Treasurer	2.6	0.3	2.9	1.3	7.1
Total Receipts	520.7	75.5	146.3	75.3	817.8
Percent of Total	63.7%	9.2%	17.9%	9.2%	100.0%

^a Amounts to the state include receipts to the State Highway Fund (0260) only.

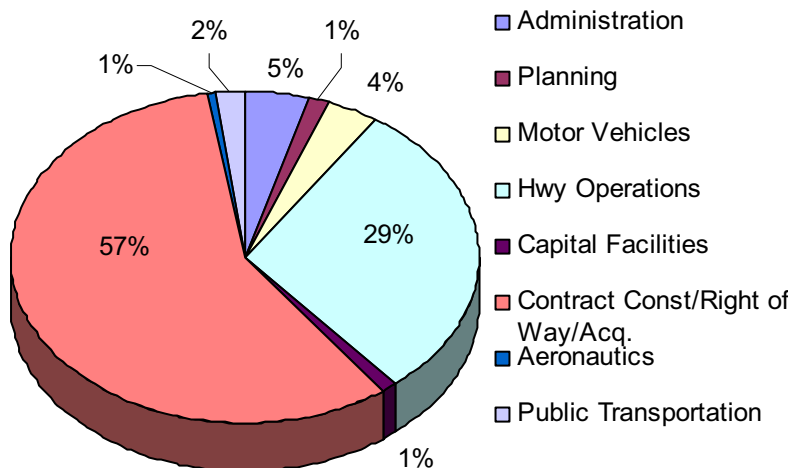
^b Includes only counties that maintain roads and streets.

^c Ada County Cities are included in Ada County Highway District.

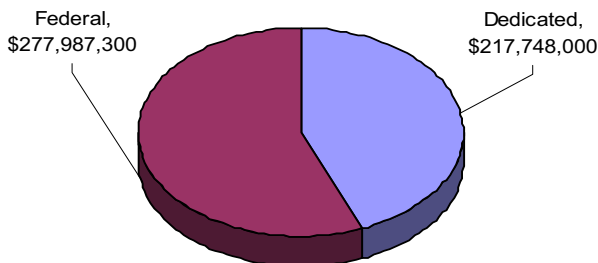
Idaho Transportation Trend Indicators			
Trend Indicator	Actual Numbers During CY06	Percent Total Growth FY 78-06	Avg Annual Growth FY 78-06
Annual Vehicle Miles Traveled	15,259,409,046	98.5%	3.5%
Cars Registered	1,260,252	93.0%	3.3%
Drivers Licenses	1,008,016	71.6%	2.6%
Population	1,466,465	62.9%	2.2%
Gallons of Highway Fuel Consumed*	933,100,000	52.2%	1.9%
*Includes gasoline, diesel, and other highway fuels.			

Idaho Transportation Department

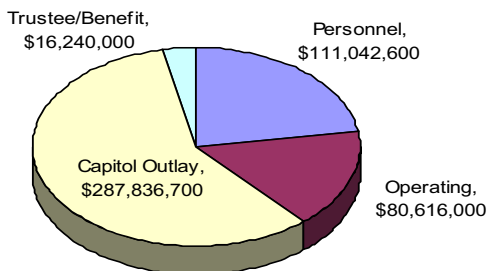
FY2008 Original Appropriation = \$495.7 Million



FY2008 Original Appropriation By Fund Source



FY2008 Original Appropriation by Expenditure Classification



Transportation Idaho Historical Fuel Tax Rates

Years	Idaho Fuel Tax Rate per Gallon
1976-1981	9.5¢
1981-1982	11.5¢
1982-1983	12.5¢
1983-1988	14.5¢
1988-1991	18¢
1991-1995	21¢
1996 to present	25¢

Fuels taxed at 25¢ per gallon include gasoline, diesel, biodiesel, bio-diesel blends, and ethanol blends. The federal fuel tax rate per gallon is 18.4¢ and it was last changed in 1993. During FY2008, ITD estimates Idaho fuel taxes will generate approximately \$233 million for various highway uses and federal aid transportation funding will be approximately \$297 million.

Examples of non-taxable uses include stationary engines, vehicles and off-road equipment not required to be registered, furnaces, space heaters, and commercial motor boats. Any person or business purchasing 50 gallons or more of taxable fuel for a non-tax purpose can claim a refund from the Idaho Tax Commission.

Since 1997, Idaho sales tax revenue grew 126%, general fund revenue grew 103%, the Construction Cost Index (CCI) increased by 70%, and state revenue for highway purposes grew 21%.

FY2007 Regional Comparisons: State Fuel Tax Per Gallon

State	Fuel Tax Rate
Washington†	36.00¢
Nevada*	33.81¢
Montana	27.75¢
Oregon*	27.00¢
Idaho	25.00¢ ←
Utah	24.50¢
Wyoming	14.00¢

* Includes local option fuel taxes for counties and cities. Nevada's tax for diesel fuel ranges up to 36.81¢ per gallon.

†Washington increased their rates in 2007

Sources: "Fuel Taxes: A State by State Comparison", June 2006, Washington DOT

Nevada Department of Motor Vehicles

Washington State Department of Licensing

Idaho Vehicle Registration Fees

Fuel taxes are only one variable associated with the cost of vehicle ownership/travel. Other fees vary from state to state including vehicle registration, operator licenses, and other miscellaneous fees. For instance, Idaho's registration fees for passenger vehicles range from \$24 to \$48 depending on the age of the vehicle. Vehicles registered in Ada County require an additional fee ranging from \$10.83 to \$21.67. Therefore, total vehicle registration fees can range upward from \$24 to over \$70. The motorcycle registration fee is \$9.00. During FY2008, Idaho car, truck, and vehicle registrations are expected to yield approximately \$106 million for highway uses and an additional \$7.5 million from operator licenses, fines, and other fees.

Idaho Passenger Vehicle Registration Fees

Age of Vehicle	Statewide Fee	Ada County Fee	Emergency Medical Service Fee
1-2 Years	\$48.00	\$21.67	\$1.25
3-4 Years	\$36.00	\$19.50	\$1.25
5-6 Years	\$36.00	\$17.33	\$1.25
7-8 Years	\$24.00	\$14.08	\$1.25
9+ Years	\$24.00	\$10.83	\$1.25
Additional fees may include county administrative charges, special plate fees, new plate fees, and fees for Project Choice earmarked for the Idaho State Police.			

Petroleum Clean Water Trust Fund (PCWTF) Reinstatement of 1¢ per Gallon Transfer Fee

During the 2007 session, passage of H99a increased the ceiling on the existing Petroleum Clean Water Trust Fund (PCWTF) from \$25 million to \$35 million. This action temporarily reinstates the 1¢ per gallon transfer fee on the delivery or storage of petroleum products to be paid by petroleum distributors. The ceiling on this fund is estimated to be reached in about four to five years with forecasted revenues to be approximately \$12 million per year. The fund provides liability insurance to pay for cleanup of accidental petroleum leakages and spills. Additionally, funds are shared among state and local entities for highway uses and public safety.

Source: Idaho Transportation Department and the Idaho Tax Commission

Other Transportation Budget Highlights

Authorized Bonding for Grant Anticipation Revenue Vehicle (GARVEE) Projects

Section of Highway	Bonding Authority from 2006 Session (H854) in Millions \$	Bonding Authority from 2007 Session (H336) in Millions \$
U.S. Highway 95, Worley to Setters	\$45.6	\$11.2 to \$12.0
Interstate Highway 84, Caldwell to Meridian	\$70.0	\$58.1 to \$126.0
U.S. Highway 30, McCammon to Soda Springs	\$30.5	\$38.4 to \$40.0
Interstate Highway 84, to South Emmett	\$5.0	\$4.3 to \$17.0
U.S. Highway 95, Garwood to Sagle	\$35.0	\$23.0 to \$77.1
Interstate Highway 84, Orchard to Isaacs Canyon	\$13.9	\$28.0 to \$30.0
Total Not to Exceed	\$200.0	\$250.0

Beginning July 1, 2008, all allocations of GARVEE bond proceeds shall be the sole responsibility and duty of the Idaho Transportation Board. The Board is authorized to adjust the above-noted allocated amounts among the listed six projects when necessary due to unanticipated circumstances.

As of July 2007:

- ◆ \$213 million (including interest) of bonds has been issued
- ◆ \$149.7 million (71% of issued bonds) has been obligated and approved by the Federal Highway Administration (FHWA) accordingly:
 - \$83.4 million for construction
 - \$46.0 million for engineering and environmental
 - \$18.0 million for CIP program-wide services
 - \$2.3 million for the ITD GARVEE office
- ◆ \$37.2 million (18% of issued bonds) has been paid for the following work:
 - \$20.4 million for construction
 - \$8.7 million for Engineering and Environmental
 - \$7.8 million for CIP program-wide services
 - \$0.3 million for the ITD GARVEE office
- ◆ \$27.8 million have been paid on the bond debt service

Source: Idaho Transportation Department